

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

September 11, 2006

**1 p.m. or Upon Adjournment or Recess of the
Ad Hoc Board Governance Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
Tony Oliveira, Vice Chair
Philip Angelides
Robert F. Carlson
David Gilb
Kurato Shimada
Charles Valdes

AGENDA

OPEN SESSION

- | | |
|---------------------------|---|
| | 1. Call to Order and Roll Call |
| | 2. Approval of the June 16, 2006 Performance and Compensation Committee Meeting Minutes |
| Action/Chris O'Brien | 3. 2006-2007 Performance Plans for the Chief Executive Officer and Chief Actuary (First Reading) |
| Action/Chris O'Brien | 4. 2006-2007 Performance Plans for the Chief Investment Officer and Senior Investment Officers (Second Reading) |
| Action/Chris O'Brien | 5. 2006-2007 Performance Plans for the Senior Portfolio Managers and Portfolio Managers (Second Reading) |
| Action/Chris O'Brien | 6. 2006-2007 Performance Plans for Recently Appointed Portfolio Managers of Alternative Investments and Short Duration Fixed Income (First Reading) |
| Information/Chris O'Brien | 7. Human Resources Division Report |

Information/Chris O'Brien

8. Proposed December 2006 Agenda

9. Public Comment

CLOSED SESSION
(Gov. Code Section
11126(a) and
11126(g)(1))

10. Approval of October 14, 2005 Performance and
Compensation Committee Closed Session Minutes

Information/Chris O'Brien

11. Chief Executive Officer's Report on 2005-2006
Performance Awards and Base Salary Adjustments for
Senior Portfolio Managers and Portfolio Managers

Action/Chris O'Brien

12. Review of Executives' 2005-2006 Performance: Chief
Actuary, Chief Investment Officer and Senior
Investment Officers over Global Equities, Fixed
Income, Alternative Investments, Asset Allocation/Risk
Management and Real Estate

Action/Chris O'Brien

13. Review of Chief Executive Officer's 2005-2006
Performance

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.